

Message Text

CONFIDENTIAL

PAGE 01 MEXICO 14994 072350Z

ACTION EB-08

INFO OCT-01 ARA-10 EUR-12 EA-10 IO-13 ISO-00 TRSE-00

AID-05 OMB-01 INT-05 FRB-03 XMB-02 CEA-01 SP-02

SS-15 /088 W

-----004919 080255Z /66

R 072338Z SEP 77

FM AMEMBASSY MEXICO

TO SECSTATE WASHDC 4818

INFO TREASURY WASHDC

AMEMBASSY BRUSSELS

AMEMBASSY COPENHAGEN

AMEMBASSY PARIS

AMEMBASSY ROME

AMEMBASSY OTTAWA

AMEMBASSY TOKYO

AMEMBASSY BRASILIA

USMISSION GENEVA

AMEMBASSY THE HAGUE

AMEMBASSY LONDON

C O N F I D E N T I A L MEXICO 14994

EO 11652: GDS

TAGS: EFIN EAID MX

SUBJECT: DEVELOPMENT COMMITTEE DISCUSSION OF THE DEBT
ISSUE.

REF: STATE 208976

1. SUMMARY: BANK OF MEXICO OFFICIAL SEES NO OBJECTION TO
DISCUSSION OF DEBT ISSUE IN DEVELOPMENT COMMITTEE AND HAS
SENT DEVELOPMENT COMMITTEE EXECUTIVE SECRETARY A MEXICAN
PROPOSAL TO DISCUSS DEBT-RELATED QUESTIONS IN WORKING
GROUP ON ACCESS TO CAPITAL MARKETS. TEXT OF MEXICAN
PROPOSAL IN THIS REGARD BEING CABLED SEPARATELY. END
SUMMARY.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 MEXICO 14994 072350Z

2. FINATT MET WITH FRANCISCO SUAREZ OF BANK OF MEXICO WHO
WILL BE REPRESENTING MEXICO AT SEPTEMBER 15 MEETING IN
PARIS. HE DID NOT SEE ANY PARTICULAR PROBLEMS WITH
PROPOSAL AS OUTLINED IN REFTEL, FOLLOWING A FAIRLY CURSORY
REVIEW OF USG PROPOSAL.

3. SUAREZ DID NOT SEE ANY PROBLEM WITH THE DEBTOR COUNTRIES PROVIDING INFORMATION ON THEIR EXTERNAL POSITION, NOTING THAT MEXICO WAS DOING THIS NOW AND HAD NOT OBJECTED TO RELEASE OF WATERED DOWN VERSIONS OF THE FUND'S RECENT ECONOMIC DEVELOPMENTS PAPERS. SUAREZ SAID MEXICO DID NOT FEEL VERY STRONGLY ABOUT THE CREDITOR CLUB ISSUE AS THEY HAD NOT BEEN INVOLVED IN SUCH AN EXERCISE

4. SUAREZ'S WILLINGNESS TO SUPPORT DISCUSSION OF THE DEBT ISSUE IN THE DEVELOPMENT COMMITTEE REFLECTS BANK OF MEXICO (WHICH APPEARS TO ACT FOR GOM IN THIS REGARD) CABLE SENT TO SIR RICHARD KING WHICH PROPOSES THAT THE WORKING GROUP ON ACCESS TO CAPITAL MARKETS BROADEN ITS ACTIVITIES TO A MORE GENERAL STUDY OF CAPITAL FLOWS TO DEVELOPING COUNTRIES. SUAREZ SAID MEXICO CONCERNED ABOUT HOW NARROW AND TECHNICAL WORKING GROUP'S DISCUSSIONS HAD BECOME, AND SAID THEY WISHED TO BROADEN ITS WORK. IT SHOULD BE NOTED THAT MEXICO BELIEVES IT IS THE ORIGINAL SPONSOR OF THE DEVELOPMENT COMMITTEE AND HAS EXPRESSED SOME CONCERN PRIVATELY OVER ITS DECLINING IMPORTANCE. SUAREZ WONDERED WHETHER USG WANTED TO STUDY THE DEBT ISSUE IN FULL COMMITTEE OR THROUGH A WORKING GROUP.

5. WHILE GOM QUITE WILLING TO SEE DEBT ISSUE BROUGHT INTO DEVELOPMENT COMMITTEE THEY DO LOOK AT PROBLEM FROM A DIFFERENT PERSPECTIVE THAN USG. THEY WOULD, AS THE CABLE TO CONFIDENTIAL

CONFIDENTIAL

PAGE 03 MEXICO 14994 072350Z

KING INDICATES, FOCUS ON PRIVATE CAPITAL FLOWS. WE WOULD HOPE THAT THERE IS ROOM TO ACCOMMODATE BOTH COUNTRIES' INTERESTS IN THIS STUDY, AND BELIEVE MEXICO WOULD BE FAIRLY FLEXIBLE ON THE TERMS FOR SUCH A STUDY, PROVIDING THEIR OWN CONCERNS ARE TAKEN INTO CONSIDERATION.

6. WE UNDERSTAND THAT CABLE TO KING WILL BE DISTRIBUTED AT SEPTEMBER 15 MEETING, BUT PERHAPS NOT BEFORE, EXCEPT TO SELECTED COUNTRIES SUCH AS BRAZIL AND ARGENTINA.

7. SUAREZ WILL BE LEAVING MEXICO ON SEPTEMBER 12, IN CASE WASHINGTON HAS A MESSAGE TO GET HIM PRIOR TO DEPARTURE. THOMPSON

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LESS DEVELOPED COUNTRIES, COMMITTEES, DEBTS, MEETINGS, DEBT REPAYMENTS, MEETING REPORTS
Control Number: n/a
Copy: SINGLE
Sent Date: 07-Sep-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977MEXICO14994
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D770324-0942
Format: TEL
From: MEXICO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770991/aaaacyrx.tel
Line Count: 107
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 34464a4b-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 77 STATE 208976
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 07-Dec-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1366370
Secure: OPEN
Status: NATIVE
Subject: DEVELOPMENT COMMITTEE DISCUSSION OF THE DEBT ISSUE.
TAGS: EFIN, EAID, MX
To: STATE
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/34464a4b-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009